ORIGINAL



MICHAEL W. SILLYMAN #004259 1 KUTAK ROCK LLP RECEIVED 2 Suite 300 8601 North Scottsdale Road 3 Scottsdale, AZ 85253-2742 2007 AUG 20 A 11: 23 (480) 429-5000 4 Facsimile: (480) 429-5001 AZ CORP COMMISSION DOCKET CONTROL 5 Attorneys for Intervenors 6 7 BEFORE THE ARIZONA CORPORATION COMMISSION 8 9 In the matter of **DOCKET NO.: S-20484A-06-0669** 10 AGRA-TECHNOLOGIES, INC. (a/k/a 11 ATI), a Nevada Corporation, 5800 North Dodge Avenue, Bldg. A, Flagstaff, Arizona APPLICATION TO INTERVENE 12 86004-2963; 13 WILLIAM JAY PIERSON (a/k/a BILL PIERSON), and SANDRA LEE PIERSON 14 (a/k/a SANDY PIERSON), husband and wife, 6710 Lynx Lane Flagstaff, Arizona 15 86004-1404; 16 RICHARD ALLEN CAMPBELL (a/k/a DICK CAMPBELL), and SONDRA JANE 17 CAMPBELL, husband and wife, 8686 West Morten Avenue, Glendale, Arizona 85305-18 3940: 19 WILLIAM H. BAKER, JR (a/k/a BILL BAKER), and PATRICIA M. BAKER, 20 3027 N. Alta Vista, Flagstaff, Arizona Arizona Corporation Commission 86004; 21 DOCKETED JERRY JOHNSTON HODGES, 1858 22 Gunlock Court Saint George, Utah 84790-AUG 20 2007 6705; and 23 DOCKETED BY LAWRENCE KEVIN PAILLE (a/k/a 24 LARRY PAILLE), 220 Pinon Woods Drive, Sedona, Arizona 86351-6902; 25 Respondents. 26 27

Pursuant to A.A.C. Rules R14-4-301 and R14-3-105, application is made to intervene

4835-8875-7249.1

28

as parties in the above captioned proceeding. This application to intervene is made on behalf of certain participants in the Ore Rights and Mining Project of Agra Technologies Inc. ("ATI"). Intervenors represent participants who hold a substantial number of ore contracts purchased from ATI and are, thereby, directly and substantially affected by the proceedings in this matter. For the reasons set forth in the following Memorandum of Points and Authorities, the Intervenors respectfully request that their Application to Intervene be granted and that they be permitted to participate in all proceedings relating to this matter. MEMORANDUM OF POINTS AND AUTHORITIES

Collectively, Intervenors have purchased a substantial number of ore contracts and. therefore, have considerable financial interest in the outcome of these proceedings. As financial participants, the Intervenors are knowledgeable of the business and operational aspects of ATI and the disposition of this matter may impair or impede their ability to protect their financial and contractual commitments. The involvement of the Intervenors in this proceeding will not unduly broaden the issues presented to the Arizona Corporation Commission ("ACC") and, in fact, is expected to assist in the development and accuracy of facts presented at the hearing and the ultimate conclusions reached by the Commission as well as provide the Intervenors with essential information concerning the validity and enforceability of their contracts.

The rules of the ACC provide for intervention under circumstances which are currently present. See A.C.C. R14-4-301 ("When not in conflict with this Article, the provisions of A.A.C. R14-3-101 through R14-3-113 apply") and R14-3-105 ("Persons... .who are directly and substantially affected by the proceedings, shall secure an order from the Commission or presiding officer granting leave to intervene ").

Intervenors Are Directly and Substantially Affected by the Proceedings And Should be Allowed to Intervene

As financial participants in ATI, and collectively representing a majority of

2 4835-8875-7249.1

26

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

27

¹ Intervenors consist of Sperry Andrews, Hoffa Bogart, Colin Caie, Bob and Peggy DeYoung, Rhonda Faris-Holman, Patricia Kerschner, Nigel Smith, James Sweet, Jeanie Stevenson, James Urquhart and Dave and Janet Vette. Additional intervenors may be added in the near future.

participants holding ore contracts, Intervenors will be directly and substantially affected by the outcome of the proceedings. If the allegations of the ACC are proven, Intervenors could lose their entire financial commitments as well as their rights to mineral aggregate purchased pursuant to their contracts. The financial loss to Intervenors individually, in such a situation, could prove economically disastrous. Intervenors have not been contacted by the Securities Division, no information or testimony has been solicited from them as to the validity of the allegations against the respondents, and information regarding the status of proceedings has been minimal to non-existent and totally unsatisfactory.

Intervenors want to assure that the proceedings are conducted in a fair and balanced manner and believe that their participation in the proceedings will contribute to both. Intervenors have knowledge concerning many of the factual allegations in the First Amended Temporary Order to Cease and Desist and Notice of Opportunity for Hearing and want their testimony and information to form a part of the record in this proceeding. In addition, Intervenors are concerned with the delays that have occurred in bringing this matter to a hearing and want a voice in assuring that further delays do not occur.

Under the circumstances described above, intervention is allowed and appropriate. *Cf. Mountain States Telephone and Telegraph Company v. Arizona Corporation Commission*, 160 Ariz. 350, 353, 773 P.2d 455, 458 (1989) (intervention permitted when intervenors had economic interests at stake); *Saunders v. Superior Court in and for Maricopa County*, 109 Ariz. 424, 426, 510 P.2d 740, 742 (1973) (intervention warranted when interests of beneficiaries would effectively be disposed of without any opportunity for them to be heard); and *Hill v. Alfalfa Seed & Lumber Co.*, 38 Ariz. 70, 73, 297 P. 868, 869 (1931) (intervention should have been permitted when interest entitling a person to intervene was in the matter in litigation and of such direct and immediate character that intervenor could have either gained or lost by direct legal operation and effect of the judgment).

CONCLUSION

Intervenors respectfully request that their Application to Intervene be granted and that

4835-8875-7249.1

1	they be permitted to participate in discovery and at the hearing.
2	Dated this 6 day of August, 2007.
3	KUTAK ROCK LLP
4	501 A 1 1 1/1
5	By ///flall Ce. Xillytian Michael W. Sillyman
6 7	Suite 300 8601 North Scottsdale Road Scottsdale, AZ 85253-2742
8	Attorneys for Intervenors
9	Thorneys for Thier venors
10	original and thirteen (13) copies of the foregoing hand-delivered this 20 ⁷ day of August, 2007, to:
11	Docket Control
12	Arizona Corporation Commission 1200 West Washington Phoenix, AZ 85007
13	
14	ONE COPY of the foregoing hand-delivered this 20" day of August 2007, to: Marc Stern, ALJ Arizona corporation Commission 1200 West Washington Phoenix, AZ 85007
15	
16	
17	
18	ONE COPY of the foregoing hand-delivered
19	and electronically mailed this 20 day of August 2007, to:
20	Securities Division
21	Arizona Corporation Commission Attn: Mike Dailey, Esq. and Mark Dinell, Esq.
22	1300West Washington, Third Floor Phoenix, AZ 85007
23	Lonnie Williams, Esq.
24	Carrie M. Francis, Esq. Quarles & Brady Streich Lang, L.L.P.
25	One Renaissance Square, Two North Central Avenue Phoenix, AZ 85004-2391
26	Attorneys for Respondents Agra Technologies, Pierson and Baker
27	
28	

1	Gaaffray S. Varasmar, Esa
2	Geoffrey S. Kercsmar, Esq. The Kercsmar Law Firm P.C.
3	3260 N. Hayden Road, Suite 204 Scottsdale, AZ 85251
4	Attorneys for Respondents Hodges and Paille
5	Peter Strojnik, Esq. 3030 North Central Ave.
6	Suite 1401 Phoenix, AZ 85012
7	Attorneys for Respondents Campbell
8	1.1 austion
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	